

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED GAS ADJUSTMENT)
FILING OF PUBLIC GAS COMPANY) CASE NO. 2011-00111

ORDER

On October 10, 1986, in Case No. 9565,¹ the Commission approved rates for Public Gas Company ("Public") and provided for their further adjustment in accordance with Public's Gas Cost Adjustment ("GCA") clause.

On March 29, 2011, Public filed its proposed GCA to be effective May 1, 2011.

After reviewing the record in this case and being otherwise sufficiently advised, the Commission finds that:

1. Public's notice includes revised rates designed to pass on to its customers its expected change in wholesale gas costs.
2. Public's proposed Expected Gas Cost ("EGC") is \$6.9285 per Mcf, which is an increase of \$.2983 per Mcf from the previous EGC of \$6.6302 per Mcf.
3. Public's notice sets out no current quarter Refund Adjustment.

¹ Case No. 9565, Notice of Public Gas Company, Inc. of a General Rate Adjustment (Ky. PSC Oct. 10, 1986).

4. Public's notice sets out a current quarter Actual Adjustment ("AA") of (\$.1050) per Mcf. Public's total AA of (\$.5241) per Mcf is an increase of \$.3472 per Mcf from the previous total AA of (\$.8713) per Mcf.

5. Public's GCA is \$6.4044 per Mcf, which is an increase of \$.6455 per Mcf from the previous GCA of \$5.7589 per Mcf.

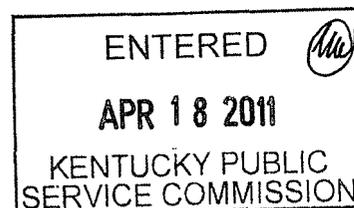
6. The rates in the Appendix to this Order are fair, just, and reasonable, and should be approved for billing for service rendered by Public on and after May 1, 2011.

IT IS THEREFORE ORDERED that:

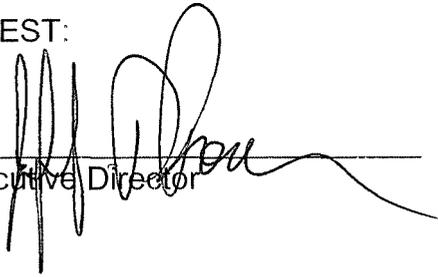
1. The rates in the Appendix, attached hereto and incorporated herein, are approved for billing for service rendered on and after May 1, 2011.

2. Within 20 days from the date of this Order, Public shall file its revised tariffs with this Commission setting out the rates authorized herein reflecting that they were approved pursuant to this Order.

By the Commission



ATTEST:


Executive Director

APPENDIX

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
COMMISSION IN CASE NO. 2011-00111 DATED APR 18 2011

The following rates and charges are prescribed for the customers served by Public Gas Company. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under authority of the Commission prior to the effective date of this Order.

Rates:

	<u>Base Rate</u>	<u>Gas Cost</u>	<u>Rate per Mcf</u>
Minimum Bill - First Mcf	\$3.2705	\$6.4044	\$9.6749
Over 1 Mcf	\$2.1505	\$6.4044	\$8.5549

Bert R Layne
Public Gas Company, Inc.
220 Lexington Green Circle
Suite 130
Lexington, KY 40503